COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF WHITLEY COUNTY WATER DISTRICT

CASE NO. 9699

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ORDER

On August 23, 1986, Whitley County Water District ("Whitley County") filed its revised tariff sheets with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

- 1. In addition to water produced, Whitley County purchases water from the City of Williamsburg ("City") and Jellico Electric and Water System ("Jellico").
- 2. Effective September 19, 1985, Jellico increased its rates to Whitley County from \$1.00 to \$1.625 per 1,000 gallons.
- 3. Effective September 1, 1986, the City increased its rate to Whitley County from \$.65 to \$1.50 per 1,000 gallons.
- 4. During the 12-month period ending June 30, 1986, Whitley County purchased 53,360,000 gallons of water from the City and 6,253,000 gallons from Jellico.
- 5. During this same period, Whitley County sold 67,442,000 gallons of water which included both purchased water and water produced by the District.

- 6. Whitley County's calculations are correct and show a total increase in purchased water costs of \$49,264, resulting in a purchased water adjustment of \$.73 per 1,000 gallons.
- 7. Whitley County adjusted the rates to its customers effective August 28, 1986, which is the beginning of its billing cycle.
- 8. The notice from the City shows that its increase was to become effective on September 1, 1986, three days after Whitley County placed its rates into effect. The Commission has considered the effect of Whitley County's premature action on its customers and has determined that the expense involved in requiring Whitley County to refund is not justified on a cost-benefit basis.
- 9. The tariff sheet filed by Whitley County is correct with the exception that it was not signed by the officer authorized to issue the tariff as required by 807 KAR 5:011, Section 4(4)(a). The tariff sheet should be returned for signature and refiling with the Commission.

IT IS THEREFORE ORDERED that:

1. The rates as adjusted by Whitley County and shown in Appendix A be and they hereby are approved effective for services rendered on and after September 1, 1986.

2. The tariff sheet shall be returned to Whitley County for signature and refiling with the Commission. The signed tariff sheet shall be refiled within 30 days of the date of this Order.

Done at Frankfort, Kentucky, this 13th day of October, 1986.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Vice Chairman

Commissioner

ATTEST:

SSUED BY		TITLE	-
DATE OF ISSUE		DATE EFFECTIVE	
	•		
Flat rate for non-met	ered customers \$18.6	55 per month	
Next 100,000 gallons			
First 2,000 gallons Next 98,000 gallons			
RATE SCHEDULE		· -	
			RATE PER UN
	CLASSIFICATI	ON OF SERVICE	
me or issuing corporation		SHEET NO	
hitley County Water District ame of Issuing Corporation		CANCELLING P.S.C. NO	
rm for filing Rate Sc	nedules	For Communit	y, Town or City

itley County Water Distrine of Issuing Corpora	ct	P.S.C. NOSHEET	r no
	CLASSIFICATI	ON OF SERVICE	
			PER UNI
RATE SCHEDULE		-	
First 2,000 gallons			
Next 98,000 gallons Next 100,000 gallons			
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APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9699 DATED 10/13/86

The following rates and charges are prescribed for the customers in the area served by Whitley County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Usage Blocks

First 2,000 Gallons Next 98,000 Gallons Over 100,000 Gallons

Non-metered customers

Rates

\$8.96 Minimum
3.23 Per 1,000 Gallons
2.73 Per 1,000 Gallons

\$18.65 Per Month